

Contact: Brock Ascher

MINUTES OF OCTOBER 18-19, 2017, BOARD MEETING

**SLIFE BALLROOM, COMMONS
UNIVERSITY OF NORTHERN IOWA
CEDAR FALLS, IOWA**

Board Members	October 18, 2017	October 19, 2017
Michael Richards, President	Present	Present
Patty Cownie, President Pro Tem	Present	Present
Sherry Bates	Present	Present
Nancy Boettger	Present	Present
Milt Dakovich	Present	Present
Nancy Dunkel	Present	Present
Rachael Johnson	Present	Present
Larry McKibben	Present	Present
Subhash Sahai	Present	Present

Board Office

Andrea Anania, Brock Ascher, Brad Berg, Rachel Boon, Mark Braun, Mary Braun, Aimee Claeys, Laura Dickson, Kristin Failor, Josh Lehman, John Nash, Jason Pontius, Keith Saunders, Patrice Sayre, Todd Stewart.

SUI	ISU	UNI	ISD/IBSSS
Bruce Harreld	Ben Allen	Mark Nook	Steve Gettel
Sue Curry	Miles Lackey	Jim Wohlpart	Mike Morgan
Rod Lehnertz	Jonathan Wickert	Michael Hager	John Cool
Jean Robillard	Kate Gregory	Randy Pilkington	
Ken Kates	Luis Rico-Gutierrez	Kelly Flege	
Marie Kerbeshian	Lisa Lorenzen	John Vallentine	
Laura McLeran		Kelsey White	
Kevin Kregel			
Doug True			
Patricia Winokur			
Kumar Narayanana			

Others

Mark LeMay, Springsted Incorporated; Emily Shields, Iowa Campus Compact

The corresponding memorandum for each agenda item, an integral component of the minutes, is available on the Board of Regents website: <http://www.iowaregents.edu>. Copies of these memoranda can also be obtained from the Board Office by calling 515-281-3934. Audio of the meeting is also available on the website.

October 18, 2017

The Academic and Student Affairs Committee met at 10 a.m.

The Campus Safety and Security Committee met at 10:45 a.m.

The Investment and Finance Committee met at 11:45 a.m.

The Property and Facilities Committee met at 1 p.m.

Call to Order for October 18, 2017

President Richards called the Board of Regents meeting to order at 1:30 p.m.

Roll Call:

	Bates	Boettger	Cownie	Dakovich	Dunkel	Johnson	McKibben	Richards	Sahai
Present	x	x	x	x	x	x	x	x	x
Absent									

The Audit and Compliance Committee met at 1:30 p.m.

Resolution

President Richards read the following proclamation for Chief Audit Executive Todd Stewart

WHEREAS, Todd Stewart joined the Board of Regents, State of Iowa, in 2005 and served as the Chief Audit Executive; and

WHEREAS, Todd was responsible for overseeing the auditing efforts of all three public universities, streamlining the Regents auditing processes, and building the Board's audit team to apply a systematic, disciplined approach to evaluate and improve the effectiveness of risk management, control, and governance processes; and

WHEREAS, Todd devoted his time, considerable talent, and resources to the sound governance of Regent institutions, substantially contributing to their vital role in the state of Iowa; and

WHEREAS, Todd's long, successful history of working in higher education and state government is a testament to his strong professional skills. Todd earned his Bachelor of Science degree at Iowa State University and his Master of Business Administration degree at the University of Iowa, served the state of Iowa as Audit Manager in the Office of Auditor of State, and served the University of Iowa as Associate Controller and Director of Accounting Services prior to his appointment with the Board; and

WHEREAS, Todd and his wife, Jan, are avid travelers and bicyclists and have been ardent supporters of and participants in RAGBRAI for many years; and

NOW, THEREFORE, BE IT RESOLVED that the Board of Regents, State of Iowa, expresses its deep gratitude to Todd Stewart for his twelve years of leadership and many efforts in promoting and contributing to the excellence of the Board of Regents and the schools and universities of Iowa.

- ✓ MOVED by JOHNSON, SECONDED by DUNKEL, to accept the proclamation for Todd Stewart. MOTION APPROVED UNANIMOUSLY.

Sale and Award of \$31,685,000 Athletic Facilities Revenue Bonds, Series S.U.I. 2017.

Policy and Operations Officer Brad Berg introduced Mark LeMay from Springstead, Inc., the Board's municipal advisor.

Mr. LeMay reported that (1) seven bids were received; (2) the winning bid was submitted by Piper Jaffrey; and (3) the true interest cost was 2.752%.

- ✓ **MOVED** by DUNKEL, **SECONDED** by COWNIE, to approve a resolution providing for the sale and authorizing the issuance of \$31,685,000 Athletic Facilities Revenue Bonds, Series S.U.I. 2017, for the purpose of improving, remodeling, repairing, furnishing, equipping, and building additions to Kinnick Stadium, funding a debt service reserve fund, and paying costs of issuance.

	Bates	Boettger	Cownie	Dakovich	Dunkel	Johnson	McKibben	Richards	Sahai
Aye	x	x	x	x	x	x	x	x	x
Nay									

MOTION APPROVED by ROLL CALL.

Sale and Award of \$22,075,000 Athletic Facilities Revenue Bonds, Series S.U.I. 2017A.

Mr. LeMay reported that (1) the final bond of this issue was \$22,075,000, reduced from \$22,330,000 because of additional premium received; (2) six bids were received; (3) the winning bid was submitted by Wells Fargo Bank; (4) the true interest cost was 2.670%; (5) net present value savings from issuing these bonds was \$1,448,000, and slightly over \$100,000 in annual savings.

- ✓ **MOVED** by BATES, **SECONDED** by COWNIE, to approve a resolution providing for the sale and authorizing and providing for the issuance and securing the payment of \$22,075,000 Athletic Facilities Revenue Refunding Bonds, Series S.U.I. 2017A, for the purpose of advance refunding the \$26,000,000 Athletic Facilities Revenue Bonds, Series S.U.I. 2009, and paying costs of issuance.

	Bates	Boettger	Cownie	Dakovich	Dunkel	Johnson	McKibben	Richards	Sahai
Aye	x	x	x	x	x	x	x	x	x
Nay									

MOTION APPROVED by ROLL CALL.

Consent Agenda

- ✓ MOVED by MCKIBBEN, SECONDED by COWNIE, to approve and receive the following CONSENT AGENDA items:
 - a. Minutes of September 6-7, 2017 Board Meeting
 - b. Minutes of September 25, 2017 Board Meeting
 - c. Meeting of September 6, 2017, Academic and Student Affairs Committee
 - I. University of Iowa Program Termination: Master of Arts in Music
 - II. University of Iowa Program Name Change: Master of Arts in Sports and Recreation Management
 - III. Lakeside Lab Annual Report and FY18 Budget
 - d. Meeting of September 6, 2017, Property and Facilities Committee
 - e. Meeting of September 6, 2017, Investment and Finance Committee
 - f. Meeting of September 6, 2017, Audit and Compliance Committee
 - g. Meeting of September 6, 2017, University of Iowa Hospital and Clinics Committee
 - h. Academic Program Review, Board Policy 3.6 – 2nd Reading
 - i. Accreditation Reporting Policy Change, Board Policy 3.8 – 1st Reading
 - j. University of Iowa, Chilled Water Plant 2 (West) – Increase Cooling Tower Capacity project
 - k. Iowa State University – Knoll Interior Improvement Project
 - l. Iowa State University – University Avenue Paving Easement
 - m. Iowa Public Radio Board of Directors Appointment
 - n. Iowa Public Radio Annual Report
 - o. Interagency Cooperation Plan Annual Report
 - p. Abandonment of the Hillside Courts Apartment Complex – University of Northern Iowa
 - q. Personnel Appointments
 - r. Meeting of the October 18, 2017 Investment and Finance Committee

	Bates	Boettger	Cownie	Dakovich	Dunkel	Johnson	McKibben	Richards	Sahai
Aye	x	x	x	x	x	x	x	x	x
Nay									

MOTION APPROVED by ROLL CALL.

Reports from Institutional Heads

President Nook, Superintendent Gettel, President Harreld and Interim President Allen gave reports on recent activities at their respective institutions.

President Nook spoke to the university’s efforts to reduce student debt. Regent Dunkel inquired about UNI tracking of the Iowa College 529 Plan. Regent Bates commended UNI on its volunteer and community service efforts. Regent McKibben asked about the impact of early graduation on student debt. Regent Boettger commended the “Live Like a Student Program.” Regent McKibben praised the University of Iowa’s Stead Family Children’s Hospital “Wave” tradition at home football games. McKibben also commended the research efforts at Iowa State.

President Richards thanked Interim President Allen for his service on behalf of the Board.

- ✓ The Board received the reports by GENERAL CONSENT.

Annual Economic Development and Technology Transfer Report

Mary Braun, state relations officer, introduced Randy Pilkington, executive director of business and community services at UNI; Marie Kerbeshian, assistant vice president of the SUI Research Foundation; and Lisa Lorenzen, executive director of the Iowa State Research Foundation and the Iowa State Office of Technology Transfer. The three representatives gave presentations highlighting their respective institutions' economic development and technology transfer activities.

Regent Bates commended the efforts of all three universities in these areas.

- ✓ The Board received the reports by GENERAL CONSENT.

Closed Session

- ✓ MOVED by JOHNSON, SECONDED by BATES, to enter into closed session in accordance with Iowa Code § 21.5.1.i to evaluate the professional competency of Mark Braun, whose appointment or hiring is being considered. Mr. Braun has requested that his professional competency be evaluated in closed session.

	Bates	Boettger	Cownie	Dakovich	Dunkel	Johnson	McKibben	Richards	Sahai
Aye	x	x	x	x	x	x	x	x	x
Nay									

MOTION APPROVED by ROLL CALL.

The Board convened in closed session at 3:29 p.m.

The Board reconvened in open session at 4:46 p.m.

Adjourn

President Richards adjourned the meeting at 4:46 p.m.

Call to Order for October 19, 2017

President Richards called the Board of Regents meeting to order at 9:45 a.m.

Roll Call:

	Bates	Boettger	Cownie	Dakovich	Dunkel	Johnson	McKibben	Richards	Sahai
Present	x	x	x	x	x	x	x	x	x
Absent									

Public Comment

President Richards stated that the Board recognizes the opportunity for expression of public views on issues that come before the Board is an important part of deliberations.

United Faculty President Joe Gorton congratulated Mark Braun on his pending appointment to the Executive Director position and spoke on proposed increases to UNI Faculty healthcare costs. AFSCME Council 61 President Dan Homan encouraged the Board to continue to work with the unions and employees at the institutions. Former Regent Bob Downer spoke on behalf

of the Iowa Laborers-Employers Cooperation and Education Trust about faithful bidding on public projects.

President Richards thanked everyone for their comments.

✓ The Board received the comments by GENERAL CONSENT.

The University of Iowa Hospitals and Clinics Committee met at 10 a.m.

Faculty Activities Report

Rachel Boon, Board of Regents chief academic officer, presented highlights of the biennial faculty activities report before introducing Kevin Kregel, SUI associate provost for faculty; Jonathan Wickert, senior vice president and provost at ISU; and John Vallentine, UNI associate provost for faculty, to present high points from their respective institutions.

Regent Sahai inquired about faculty investment and the student credit hours increase at Iowa State.

✓ The Board received the report by GENERAL CONSENT.

Faculty Presentation

“University of Northern Iowa’s Focus on Community Engagement”

Provost Jim Wohlpart introduced Dr. Julianne Gassman, associate professor of leisure, youth and human services at UNI; Emily Shields, executive director of Iowa Campus Compact; and Kelsey White, senior English major at UNI.

Dr. Gassmann provided an overview of UNI’s community engagement efforts and civic action plan. Ms. Shields provided information on how Iowa Campus Compact assists with the civic missions of Iowa’s public universities. Ms. White presented “Beauty Outside Our Doors,” a collection of stories, poems and interviews about people’s relationship with the environment, created through a partnership with the Black Hawk County Conservation District.

Regent Sahai and Regent Bates thanked Ms. White for sharing her project with the Board.

✓ The Board received the report by GENERAL CONSENT.

Iowa State University Proposed Naming

✓ MOVED by BOETTGER, SECONDED by COWNIE to approve the naming of the Iowa State University College of Business as the “Debbie and Jerry Ivy College of Business.”

	Bates	Boettger	Cownie	Dakovich	Dunkel	Johnson	McKibben	Richards	Sahai
Aye	x	x	x	x		x	x	x	
Absent					x				x

MOTION APPROVED by ROLL CALL.

Strategic Plan Progress Reports

Board of Regents Chief Academic Officer Rachel Boon praised the progress made on the institutional strategic plans before introducing UNI Provost Jim Wohlpart, ISU Provost Jonathan Wickert, SUI interim Provost Sue Curry and ISD Superintendent Steven Gettel, to provide overviews on their institutions' respective strategic plans.

Regent McKibben recognized Superintendent Gettel for his efficiency efforts. Regent Boettger asked how ISD compares educational progress to other states.

- ✓ The Board received the reports by GENERAL CONSENT.

Announcement of the Executive Director of the Board of Regents

- ✓ MOVED by JOHNSON, SECONDED by BATES, to appoint Mark Braun as Executive Director of the Board of Regents, effective November 1, 2017, and approve the following employment terms: provide an annual salary of \$154,300, provide a three-year term of appointment, provide a recruitment incentive of \$185,000 to be paid as follows; 25% within the first 30 days of appointment, 25% on the six-month anniversary, 25% on the 12-month anniversary, and 25% on the 18-month anniversary.

	Bates	Boettger	Cownie	Dakovich	Dunkel	Johnson	McKibben	Richards	Sahai
Aye	x	x	x	x		x	x	x	
Absent					x				x

MOTION APPROVED by ROLL CALL.

Regent McKibben asked Kelly Flege, UNI assistant vice president for finance and operations; Laura McLeran, SUI associate vice president for external relations; Miles Lackey, ISU chief financial officer and chief of staff; and Mark Braun, Board of Regents chief operating officer to come forward and be recognized for their outstanding work on the Transparent Inclusive Efficiency Review (TIER) Project.

Adjourn

President Richards adjourned the meeting at 2:14 p.m.